

**GOVERNMENT OF TELANGANA
A B S T R A C T**

Induction of Banks for conduct of Telangana State Government Business – Handling of Tax Business – Entrustment of Refund of VAT Taxes to the Banks through Cyber Treasury - Orders – Issued.

FINANCE (TFR) DEPARTMENT

G.O.MS.No. 25.

Dated: 16.08.2014

Read the following:-

1. G.O.Ms.No. 138 Finance (TFR) Department, dated 31-05-2014.
2. This Department letter No. 269/40/TFR/2014, dated 18-07-2014-8-2014, addressed to the Deputy General Manager, Reserve Bank of India, Hyderabad
3. This Department letter No. 1568/84/TFR/2014, dated 4-8-2014, addressed to the Deputy General Manager, Reserve Bank of India, Hyderabad.
4. The Asst. General Manager, Reserve Bank of India, letter No. DGBA GAD No.H - 1/ 31 04 009/2014-15, dated 14-08-2014.

O R D E R:

In the reference 1st read above, Government have issued orders to entrust the work of collection of Taxes to 17 Public Sector Banks, and to 4 Private Sector Banks for the State Government of Telangana, subject to conditions, through Cyber treasury with effect from 02-06-2014 in relaxation of the provisions of SR 27 under TR 16 of A.P. Treasury Code Volume-I.

2. In the references 2nd and 3rd read above, the Reserve Bank of India, Hyderabad was requested to approve the list of 08 Nationalised Banks and 04 Private Sector Banks for refunds of VAT for Telangana State through Cyber Treasury
3. In the reference 4th read above, the Reserve Bank of India, Mumbai have authorized 8 Nationalised Banks (i.e., State Bank of Hyderabad, Andhra Bank, Canara Bank, Punjab National Bank, Indian Overseas Bank, Bank of Baroda, Bank of India and Vijaya Bank) for undertaking VAT Refunds for the Government of Telangana. This authorizations is subject to conditions that the existing system for reporting of State Government transactions to Reserve Bank of India will be kept unchanged. Further they also requested to follow the instructions contained in the "Memorandum of Instructions – Accounting and Reconciliation – State Government Transactions" and other instructions issued by the Reserve Bank of India from time to time and to intimate date of commencement of the business to the Reserve Bank of India and all concerned.

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4. Government after careful consideration of matter, hereby entrust the work of Refund of VAT taxes to eight (8) Public Sector Banks for the State Government of Telangana through Cyber Treasury in relaxation of the provisions of SR 27 under TR 16 of A.P. Treasury Code Volume -I with the following conditions.

1. The Revenue / TR&B / Industries and Commerce Departments and the Commissioner of Commercial Taxes Department shall establish connectivity between Commercial Tax Department / Excise Department / Transport Department / Mines and Geology Department and banks listed in the Annexure-I enabling efficient refunds of VAT Taxes.
2. Keeping in view of the importance of refund of VAT Taxes, it is imperative that the funds are refund efficiently and passed on to the Government in the minimum possible time. To monitor this aspect the banks refunds VAT taxes on behalf of Government shall submit separate report for Refund of Taxes (as per proforma in Annexure -II) to G.O.Ms.No. 224 Finance (TFR-I) Department, dated 12-09-2005 appended to this order on weekly basis, to Finance (DCM-I) Department containing the information regarding daily Refund of Tax.
3. The banks are now permitted to refund of VAT.
4. The Banks shall submit the data in the electronic form by adopting the software already designated by the Government.

5. The Commissioner of Commercial Taxes / Commissioner of Excise / Commissioner of Transport / Director of Mines & Geology, Telangana State, Hyderabad are requested to monitor the transactions of the Banks listed in the Annexure -I

6. These orders are also available in Telangana Government Website <http://www.tgonline.ov.iin> and <http://www.tgfinance.gov.in>.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

V.NAGI REEDY

PRINCIPAL SECRETARY TO GOVERNMENT

To

The Revenue (CT.II/Excise) Department
The TR&B Dept., T.S. Secretariat.
The I& C Dept., T.S. Secretariat.
The State Bank of Hyderabad.
The Andhra Bank, Hyderabad.
The Canara Bank, Hyderabad.
The Punjab National Bank, Hyderabad.
The Indian Overseas Bank, Hyderabad.
The Bank of Baroda, Hyderabad.
The Bank of India, Hyderabad.
The Vijaya Bank, Hyderabad.

The Chief General Manager-in charge, RBI Department of Government and Bank accounts,
Mumbai

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The General Manager, Reserve Bank of India, Public Accounts Deptt., Saidabad, Hyderabad.

The Commissioner of Commercial Taxes, T.S. Hyderabad.

The Commissioner of Excise, T.S. Hyderabad.

The Commissioner of Transport, T.S. Hyderabad.

The Director, Mines and Geology, T.S. Hyderabad.

The Director of Treasuries and Accounts, T.S. Hyderabad.

Copy to

The Principal Accountant General (A&E), A.P. & T.S. Hyderabad.

The Principal Account General (Audit-I) A.P. & T.S. Hyderabad.

The Principal Accountant General (Audit-II) A.P. & T.S. Hyderabad.

Chairman, Telangana Textile Mills Association, Surya Tower, 1st Floor,
105, Sardar Patel Road, Secundrabad-500003

The Finance (EBS-VII Department.

SF/SCs

// FORWARDED:: BY ORDER//

SECTION OFFICER